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**BALZAN FOOTBALL CLUB
ANNUAL FINANCIAL REPORT
AND
FINANCIAL STATEMENTS
31 DECEMBER 2018**

**BALZAN FOOTBALL CLUB
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

Balzan Football Club

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Balzan Football Nursery

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**BALZAN FOOTBALL CLUB
GENERAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2018**

- **REGISTRATION**

Balzan Football Club is registered in Malta with the Malta Football Association.

- **OFFICIALS AND OTHER COMMITTEE MEMBERS**

President	Mr. Anton Tagliaferro
Vice President	Mr. Sandro Azzopardi
Secretary	Mr. Joseph Agius
Assistant Secretary	Mr. Paul Meilak (resigned on 29th June 2018) Ms. Diane Cassar (elected on 29th June 2018)
Treasurer	Mr. Peter Cipriott
Assistant Treasurer	Mr. Frank Monreal (resigned on 29th June 2018) Mr. Mario Nappa (elected on 29th June 2018)
Members	Mr. Clifford Cipriott Mr. Joe Micallef Mr. Charles Micallef Dr. Frank Vella Bardon Mr. Anton Vidal Mr. Alex Attard Mr. Randolph Bonnici (elected on 29th June 2018) Mr. Alex Bezzina (elected on 29th June 2018) Mr. Pierre Camilleri (resigned on 29th June 2018)

- **CLUB ADDRESS**

"Solerville", Main Street, Balzan, Malta.

- **BANKERS ADDRESS**

Bank of Valletta
295, Naxxar Road, Birkirkara BKR 9041, Malta.

- **AUDITORS**

DFK Malta Audit Limited, 36/2, Manol Mansion, De Paule Avenue, Balzan BZN 9022, Malta.

**BALZAN FOOTBALL CLUB
COMMITTEE MEMBERS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2018**

The committee members submit their annual report and the audited financial statements for the year ended 31 December 2018.

1. PRINCIPAL ACTIVITY

Balzan Football Club is constituted in accordance with the rules and regulations of the Malta Football Association and observes the rules, regulations and decisions of the Malta Football Association as well as those of the Fédération Internationale de Football Association (FIFA) and of the Union des Associations Européennes de Football (UEFA).

2. RESULTS

The statement of comprehensive income is set out on page 6.

3. REVIEW FOR THE PERIOD

The club generated a surplus of € 116,533 during the year under review.

4. COMMITTEE MEMBERS

During the year ended 31 December 2018, committee members were as listed on page 1.

5. STATEMENT OF COMMITTEE MEMBERS' RESPONSIBILITIES

In terms of the licensing regulations applicable to Premier Division Member Clubs, the club is to prepare financial statements for each financial period which give a true and fair view of the financial position of the club as at the end of the financial period and of the surplus or deficit for that period.

In preparing the financial statements, the club is required to:

- adopt the going concern basis unless it is inappropriate to presume that the club will continue to function;
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- account for income and charges relating to the accounting period on the accrual basis; and
- prepare the financial statements in accordance with International Financial Reporting Standards as adopted by the European Union.

**BALZAN FOOTBALL CLUB
COMMITTEE MEMBERS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2018**

5. STATEMENT OF COMMITTEE MEMBERS' RESPONSIBILITIES (continued)

The committee members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the club. They are also responsible for safeguarding the assets of the club and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

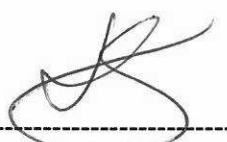
6. AUDITORS

The Auditors, DFK Malta Audit Limited, have expressed their willingness to continue in office and a resolution for their re-appointment will be proposed at the Annual General Meeting.

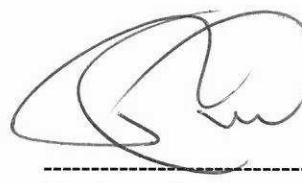
The committee members report was approved by the members and was signed on its behalf by :



Mr. Sandro Azzopardi
Vice President



Mr. Joseph Agius
Secretary



Mr. Peter Cipriott
Treasurer

11 April 2019

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
BALZAN FOOTBALL CLUB**

Opinion

We have audited the financial statements of Balzan Football Club (the Club), which comprise the statement of financial position as at 31 December 2018, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Club as at 31 December 2018, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Club in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in accordance with the Accountancy Profession (Code of Ethics for Warrant Holders) Directive issued in terms of the Accountancy Profession Act (Cap. 281) in Malta, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Committee Members

The Committee Members are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Committee Members are responsible for assessing the Club's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**INDEPENDENT AUDITORS' REPORT (continued)
TO THE MEMBERS OF
BALZAN FOOTBALL CLUB**

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee Members;
- Conclude on the appropriateness of the Committee Members' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee Members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**This Copy of the audit report has been signed by
Emanuel Farrugia (Director) for and on behalf of**



DFK Malta Audit Limited

Registered Auditor
36/2, Manol Mansion
De Paule Avenue
Balzan BZN 9022
Malta

11 April 2019

BALZAN FOOTBALL CLUB
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018

		2018	2017
		-----	-----
		€	€
	Notes		

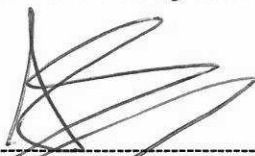
Income	2	1,244,847	1,087,347
Expenditure	4	(1,128,314)	(1,066,914)
		-----	-----
Total comprehensive income for the year		116,533	20,433
		=====	=====

BALZAN FOOTBALL CLUB
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018


		2018	2017
		-----	-----
		€	€
	Notes		

ASSETS			
Fixed assets			
Intangible assets	7	20,158	80,870
Tangible fixed assets	8	84,312	81,307
Receivables	9	95,180	111,853
		-----	-----
		199,650	274,030
		-----	-----
Current assets			
Stocks	10	3,010	-
Receivables	9	71,399	100,381
Cash at bank and in hand	12	220,478	4,619
		-----	-----
		294,887	105,000
		-----	-----
TOTAL ASSETS		494,537	379,030
		=====	=====
ACCUMULATED FUND AND LIABILITIES			
Accumulated fund and surplus			
Accumulated fund		383,077	266,544
		-----	-----
Payables: falling due after one year			
Trade and other liabilities	11	47,670	56,320
Payables: falling due within one year			
Trade and other liabilities	11	63,790	56,166
		-----	-----
Total liabilities		111,460	112,486
		-----	-----
TOTAL ACCUMULATED FUND AND LIABILITIES		494,537	379,030
		=====	=====

The financial statements on pages 6 to 22 have been authorised for issue by the committee members on 11 April 2019 and were signed on its behalf by:



 Mr. Sandro Azzopardi
 Vice President



 Mr. Joseph Agius
 Secretary



 Mr. Peter Cipriotti
 Treasurer

BALZAN FOOTBALL CLUB
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018

	Accumulated Fund
	----- €
Financial year ended 31 December 2017	
<i>Balance at 1 January 2017</i>	246,111
Total comprehensive income for the year - surplus for the financial year	20,433 -----
<i>Balance at 31 December 2017</i>	266,544 =====
Financial year ended 31 December 2018	
<i>Balance 1 January 2018</i>	266,544
Total comprehensive income for the year - surplus for the financial year	116,533 -----
<i>Balance at 31 December 2018</i>	383,077 =====

BALZAN FOOTBALL CLUB
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	-----	-----
	€	€
Cash flows from operating activities		
Net income before tax	116,533	20,433
Adjustments for:		
Depreciation of tangible fixed assets	6,166	4,671
Amortisation of intangible assets	32,758	74,928
Profit from sale of players	(117,046)	-
	-----	-----
Operating surplus before working capital changes	38,411	100,032
Increase in debtors	45,655	(68,584)
(Decrease)/Increase in creditors	(1,026)	3,341
Increase in stocks	(3,010)	-
	-----	-----
Net cash from operating activities	80,030	34,789
	-----	-----
Cash flows from investing activities		
Players registration costs	(20,000)	(35,516)
Purchase of tangible fixed assets	(9,171)	(10,062)
Proceeds from sale of players	165,000	-
	-----	-----
Net cash from / (used in) investing activities	135,829	(45,578)
	-----	-----
Net movement in cash and cash equivalents	215,859	(10,789)
Cash and cash equivalents at beginning of year	4,619	15,408
	-----	-----
Cash and cash equivalents at end of year (note 12)	220,478	4,619
	=====	=====

**BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

Accounting convention and basis of preparation

These financial statements are prepared under the historical cost convention.

These financial statements are prepared in accordance with the provisions of licensing Regulations for Premier Division Member Clubs which requires adherence to the Companies Act, 1995 enacted in Malta, which in turn requires adherence to International Financial Reporting Standards as adopted by the European Union.

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the club and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Gate receipts are recognised over the period of the season.

Marketing, sponsorship and advertising are recognised over the duration of the respective contracts.

Broadcasting rights are taken in proportion to the number of matches played.

Merchandising and catering are recognised on an earned basis.

Football related rental income is recognised over the duration of the contract.

Donations and other third party contributions are recognised on a cash basis.

Interest income is recognised as the interest accrues, unless collectability is in doubt.

**BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. ACCOUNTING POLICIES (continued)

Grants

Grants are recognised at their fair value where there is reasonable assurance that the grant will be received. Grants related to costs are deferred and recognised in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Foreign currencies

Transactions in foreign currencies have been converted into euro at the rates of exchange ruling on the date of the transaction. Assets and liabilities denominated in foreign currencies have been translated into euro at the rates of exchange ruling at the statement of financial position date. All resulting differences are taken to the accumulated fund.

Intangible assets

Player registration costs

Player registration costs are recognised as an asset to the extent that it is expected that such players will be utilised throughout their contract period.

Player registration costs (including agent and other directly attributable costs) are amortised on a straight-line basis over the period of their contract.

At each statement of financial position date, the club assesses whether there is any indication of impairment. If any such indication exists, the recoverable amount is estimated, impairment is passed through the statement of comprehensive income.

Internally generated intangible assets are held at nil value. Any costs (including, but not necessarily limited to agent and other directly attributable costs) incurred in extensions to player's original contract are capitalised and amortised over the period of the extended contract.

Gains and losses on sale of players are determined by reference to their carrying amount and are taken into account in determining the surplus on ordinary activities.

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (continued)

Tangible fixed assets

Tangible fixed assets other than investment property are stated at cost less depreciation and impairment.

Gains and losses on disposal of tangible fixed assets are determined by reference to their carrying amount and are taken into account in determining the surplus on ordinary activities.

Depreciation is calculated on the straight line method to write off the cost of each asset to its residual value over its estimated useful life. The annual rates used for this purpose, which are applied proportionately in the year of acquisition and in the year of disposal are:

	%
Office equipment and furnishings	10
Buildings and improvements	2
Plant and machinery (including machine tools)	20
IT equipment and software	25

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined by the first-in-first-out method.

Receivables

Receivables are recognised and carried at original amount less an allowance for any uncollectible amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written-off as incurred.

**BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. ACCOUNTING POLICIES (continued)

Cash and cash equivalents

Cash in hand and at banks and short-term deposits which are held to maturity are carried at cost.

Cash and cash equivalents are defined as cash in hand, demand deposits and short-term, highly liquid investments readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

Borrowings

All loans and borrowings are initially recognised at cost, being the fair value of the consideration received and including acquisition charges associated with the borrowing/loan.

Borrowing costs are recognised as an expense in the period in which they are incurred.

Trade and other payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the club. Amounts owed to related parties are carried at cost.

Events after the reporting period

Post year-end events that provide additional information about the club's financial position at the end of reporting period (adjusting events) are recognised in the financial statements when material. Post year-end events that are not adjusting events are disclosed in the notes to the financial statements when material.

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

2. INCOME

Income attributable to the football activity and ancillary items is as follows:

	2018	2017
	-----	-----
	€	€
Commercial		
Membership fees	570	665
National competitions and prize money	6,300	5,800
Merchandising	2,338	935
Pitch hiring	-	360
Income from disposal of player registrations (including loan income)		
Transfer Fees	9,950	19,200
Profit on disposal of intangible fixed assets (player registrations)	117,046	-
Contributions/donations from related and other parties		
Donations and voluntary contributions	20	2,139
Other income		
Gate receipts	10,970	3,985
Commercial		
Leasing	8,164	7,766
Nursery	47,799	47,678
Fund raising activities	8,370	6,218
Broadcasting rights		
TV	4,107	4,792
Solidarity and Prize money		
UEFA solidarity and participation	521,969	255,868
Advertising	10,530	7,666
Sponsorships	483,700	709,560
Other income		
Grant income	1,000	1,000
Ground rent	7,650	10,226
Match cards	2,390	3,450
Administration fees	1,150	-
Other income	824	39
Total income	1,244,847	1,087,347
	=====	=====

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

4. SURPLUS THE YEAR (CONTINUED)

	2018	2017
	-----	-----
	€	€
Property and facility expenses		
Ground maintenance	3,079	514
Rent and insurance	16,860	16,674
Repair and maintenance	128	387
Water and electricity	2,362	1,265
Sponsorship and advertising expenses		
Donations	-	-
Commercial activities expenses		
Events	920	912
Finance expenses		
Bank charges	52	71
Amortisation of intangible fixed assets (players registration)	32,758	74,928
Depreciation of tangible fixed assets	6,166	4,670
Total expenses	<u>1,128,314</u>	<u>1,066,914</u>

5. STAFF COSTS

The staff costs incurred during the year were as follows:

	2018	2017
	-----	-----
	€	€
Wages and salaries – players	721,637	612,558
Wages and salaries – others	183,866	163,783
Social security costs and maternity fund cotributions	33,946	22,498
	<u>939,449</u>	<u>798,839</u>

The average number of employees employed by the club during the year amounted to 51 (2017 – 44).

An amount of € 97,407 (2017 – € 88,961) in relation to salaries and wages paid to nursery staff is included in Other/Non-Split/Nursery expenses.

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

3. GRANTS INCOME

This refers to income from the National Lotteries Good Causes Fund. The balance disclosed in note 11 represents deferred grants in accordance with IAS 20.

4. SURPLUS FOR THE YEAR

The surplus is stated after charging:

	2018	2017
	-----	-----
	€	€
Cost of sales/materials		
Affiliation fees and other dues	2,315	2,345
Kits	9,902	9,867
Medical expenses	32,459	22,397
Overseas travel accomodation	31,383	70,358
Transport	5,971	9,052
Work permit and visas	5,261	4,522
Other operating expenses		
Players' wages and salaries including NI	755,582	635,057
Other staff salaries including NI	183,867	163,782
Accommodation (foreign players)	18,030	27,168
Fines	4,975	1,301
Other expenses		
Other player related expenses	-	3,460
Training compensation	-	450
Cost of acquiring player registrations (including non-capitalised agent fees and loan fees)		
Transfer fees	3,450	5,025
Match expenses	6,971	8,461
Expenses of non football operations		
Office expenses	1,304	1,032
Audit fee	3,540	2,360
Professional fees	979	856

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

6. INCOME TAX

Balzan Football Club is exempt from tax in terms of Section 12 (1) of the Income Tax Act.

7. INTANGIBLE ASSETS

	Total	Player Registration Costs	Other Player Costs
	€	€	€
Year ended 31 December 2018			
Opening net book amount	80,870	78,440	2,430
Additions	20,000	20,000	-
Disposals	(174,720)	(165,000)	(9,720)
Amortisation	(32,758)	(32,758)	-
Amortisation released on disposals	126,766	119,476	7,290
	<hr/>	<hr/>	<hr/>
Closing net book amount	20,158	20,158	-
	<hr/>	<hr/>	<hr/>
At 31 December 2018			
Cost	235,788	235,788	-
Accumulated amortisation	(215,630)	(215,630)	-
	<hr/>	<hr/>	<hr/>
Net book amount	20,158	20,158	-
	<hr/>	<hr/>	<hr/>
At 31 December 2017			
Cost	390,508	380,788	9,720
Accumulated amortisation	(309,638)	(302,348)	(7,290)
	<hr/>	<hr/>	<hr/>
Net book amount	80,870	78,440	2,430
	<hr/>	<hr/>	<hr/>

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

7. INTANGIBLE ASSETS (continued)

PLAYER IDENTIFICATION TABLE

	Date of Birth	Start date of contract	End of contract	Cost of Registration	Amortisation 1 Jan 2018	Amortisation for the year	Amortisation 31 Dec 2018	Disposal (cost)	Disposal (amortisation)	Closing book value
				€	€	€	€	€	€	€
Financial period ended 31 December 2017										
Dylan Grima	18/07/1990	16/08/2012	09/06/2016	18,500	18,500	-	18,500	(18,500)	18,500	-
Justin Grioli	20/09/1987	21/07/2013	08/06/2016	43,500	43,500	-	43,500	-	-	-
Steve Bezzina	05/01/1987	12/08/2013	08/06/2016	45,000	45,000	-	45,000	-	-	-
Mark Spiteri	25/04/1992	12/08/2013	08/06/2016	13,072	13,072	-	13,072	-	-	-
Clive Brincat	31/05/1983	12/06/2014	08/06/2015	1,500	1,500	-	1,500	(1,500)	1,500	-
Terence Agius	15/01/1994	01/01/2015	Last game 2018/2019	23,000	15,335	-	15,335	(23,000)	15,335	-
Bojan Kaljevic	25/01/1986	06/01/2015	Last game 2017/2018	40,000	34,284	-	34,284	(40,000)	34,284	-
Samir Arab	25/03/1994	10/06/2015	Last game 2018/2019	20,000	12,500	5,000	17,500	-	-	2,500
Ryan Fenech	20/04/1986	10/06/2015	Last game 2019/2020	30,000	15,000	-	15,000	(30,000)	15,000	-
Alfred Effiong	29/11/1984	20/08/2015	Last game 2017/2018	30,000	25,000	5,000	30,000	-	-	-
Paul Fenech	20/12/1986	04/01/2016	Last game 2018/2019	40,000	22,857	-	22,857	(40,000)	22,857	-
Matteo Picciollo	15/10/1992	22/08/2016	Last game 2016/2017	12,000	12,000	-	12,000	(12,000)	12,000	-
Alex Da Paixao Alves	17/01/1993	09/06/2017	15/05/2018	24,883	12,441	12,442	24,883	-	-	-
Michael Johnson	11/05/1994	12/06/2017	Last game 2018/2019	10,633	2,659	5,316	7,975	-	-	2,658
Neil Frendo	04/01/1999	01/06/2018	Last game 2019/2020	20,000	-	5,000	5,000	-	-	15,000
				372,088	273,648	32,758	306,406	(165,000)	119,476	20,158

Note: Contract dates refer to the original contracting period over which contract costs are being amortised.

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

8. TANGIBLE FIXED ASSETS

	Buildings & Total Improvements		Plant & Machinery	Office equipment & furnishings	IT equipment & software
	€	€	€	€	€
Year ended 31 December 2018					
Opening net book amount	81,307	66,296	11,503	2,946	562
Additions	9,171	-	1,010	8,161	-
Depreciation	(6,166)	(1,567)	(1,870)	(2,448)	(281)
Closing net book amount	84,312	64,729	10,643	8,659	281
	=====	=====	=====	=====	=====
At 31 December 2018					
Cost	114,347	78,363	18,703	16,438	843
Accumulated depreciation	(30,035)	(13,634)	(8,060)	(7,779)	(562)
Net book amount	84,312	64,729	10,643	8,659	281
	=====	=====	=====	=====	=====
At 31 December 2017					
Cost	105,176	78,363	17,693	8,277	843
Accumulated depreciation	(23,869)	(12,067)	(6,190)	(5,331)	(281)
Net book amount	81,307	66,296	11,503	2,946	562
	=====	=====	=====	=====	=====

BALZAN FOOTBALL CLUB
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

9. RECEIVABLES

	2018	2017
	-----	-----
	€	€
Falling due after one year		
Advance payments	95,180	111,853
	=====	=====
Falling due within one year		
Dues in relation to player transfers	40,000	-
Advance payments	16,674	16,674
Prepayments and accrued income	14,725	2,994
Other receivables	-	80,713
	-----	-----
	71,399	100,381
	=====	=====

10. STOCKS

	2018	2017
	-----	-----
	€	€
Merchandising stocks	3,010	-
	=====	=====

11. TRADE AND OTHER LIABILITIES

	2018	2017
	-----	-----
	€	€
Falling due after one year		
Grants accrued income (note 3)	4,000	5,000
Accruals and deferred income	43,670	51,320
	-----	-----
	47,670	56,320
	=====	=====
Falling due within one year		
Creditors in relation to player transfers	1,000	-
Other payables	23,850	14,424
Grant income (note 3)	1,000	1,000
Indirect tax and social security contributions	24,371	28,619
Accruals and deferred income	13,569	12,123
	-----	-----
	63,790	56,166
	=====	=====

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12. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash in hand and balances with banks. Cash and cash equivalents included in the cash flow statement reconcile to the statement of financial position amounts as follows:

	2018	2017
	-----	-----
	€	€
Cash at bank and in hand	220,478	4,619
	=====	=====

13. FINANCIAL INSTRUMENTS

At the year end, the club's main financial assets on the statement of financial position comprise trade and other receivables and cash at bank and in hand. At the year end, there were no off-balance sheet financial assets.

At the year end, the club's main financial liabilities on the statement of financial position consisted of trade and other payables.

Timing of cash flows

The presentation of the financial assets and liabilities listed above under the current and non-current headings within the statement of financial position is intended to indicate the timing in which cash flows will arise.

Credit risk

Financial assets which potentially subject the club to concentrations of credit risk consist principally of certain trade and other debtors and cash at bank.

The club's cash at bank is placed with quality financial institutions. Carrying amounts for trade and other debtors are stated net of the necessary general provisions which have been prudently made against bad and doubtful debts in respect of which the committee reasonably believes that recoverability is doubtful.

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13. FINANCIAL INSTRUMENTS (continued)

Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions.

Fair values

The carrying amounts of receivables, cash at bank and trade and other liabilities approximated their fair values owing to the short-term maturities of these assets and liabilities.

Currency risk

The majority of the club's transactions are conducted in euro, and hence the club is not exposed to any significant currency risk. However, the committee seeks to ensure that, in cases where other currencies are involved, the possibility of the risk is appropriately considered.

14. EVENTS AFTER THE REPORTING PERIOD

There have been no events since the end of the reporting period, which would require revision of the amounts included in the financial statements or disclosure in a note thereto.

15. MINIMUM DISCLOSURES

These financial statements include the minimum disclosure requirements in accordance with current licence regulations. Where amounts relating to such minimum disclosures were nil, no disclosure was made in the financial statements.